# InnoScience (Suzhou) Technology Holding Co., Ltd.
# 英諾賽科(蘇州)科技股份有限公司

*(A joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 2577)**

# ANNOUNCEMENT IN RELATION TO DISCLOSEABLE TRANSACTIONS IN RELATION TO SUBSCRIPTION AND DISPOSAL OF WEALTH MANAGEMENT PRODUCTS AND TEMPORARY DEVIATION FROM THE USE OF PROCEEDS AND SUBSCRIPTION OF WEALTH MANAGEMENT PRODUCTS USING PROCEEDS

## DISCLOSEABLE TRANSACTIONS IN RELATION TO SUBSCRIPTION AND DISPOSAL OF WEALTH MANAGEMENT PRODUCTS

### Subscription and Disposal of Wealth Management Products

On 8 April 2025 and 24 November 2025, the Group subscribed for large-denomination certificates of deposit ("**CD(s)**") with China Resources Bank in the amount of RMB15 million ("**China Resources Bank Subscription 1**") and RMB1,150 million ("**China Resources Bank Subscription 2**", together with China Resources Bank Subscription 1 collectively referred to as the "**China Resources Bank Subscriptions**"), respectively. Such CDs are principal-guaranteed and interest-bearing wealth management products with fixed interest rates, which can be withdrawn in advance or disposed of to other investors in accordance with the bank's rules, but cannot be redeemed until maturity.

During the period from 4 January 2026 to 1 June 2026, the Group successively disposed of such CDs with a subscription amount of RMB415 million (the "**China Resources Bank Disposals**"), which generated aggregate unaudited interest income of approximately RMB2.141 million, calculated based on an annualized rate of return of 2% and the actual number of days held. In addition, on 14 January 2026, the Group also made an early withdrawal of the CD with a subscription amount of RMB20 million under the China Resources Bank Subscription 2, which generated unaudited interest income of RMB1,416, calculated based on an annualized rate of return of 0.05% for demand deposits and the actual number of days held. As of the date of this announcement, the Group continues to hold such CDs with a subscription amount of RMB730 million.

Details of the China Resources Bank Subscriptions and the China Resources Bank Disposals are set out as follows:

| Subscription | Date of Subscription | Subscription Amount *(RMB million)* | Product Type | Annualized Rate of Return | Maturity Date | Date of Disposal | Disposal Amount [Note] *(RMB million)* |
|---|---|---|---|---|---|---|---|
| China Resources Bank Subscription 1 | 2025/4/8 | 15 | CD | 2.00% | 2027/4/8 | 2026/5/28 | 15.3433 |
| China Resources Bank Subscription 2 | 2025/11/24 | 1,150 | CD | 2.00% | 2028/11/24 | 2026/1/4 | 70.1595 |
| | | | | | | 2026/1/8 | 30.0750 |
| | | | | | | 2026/1/14 | 50.1417 |
| | | | | | | 2026/1/19 | 20.0622 |
| | | | | | | 2026/1/30 | 150.5583 |
| | | | | | | 2026/5/9 | 10.0922 |
| | | | | | | 2026/5/13 | 10.0944 |
| | | | | | | 2026/5/13 | 10.0944 |
| | | | | | | 2026/5/27 | 10.1022 |
| | | | | | | 2026/5/27 | 10.1022 |
| | | | | | | 2026/6/1 | 10.1050 |
| | | | | | | 2026/6/1 | 10.1050 |
| | | | | | | 2026/6/1 | 10.1050 |
| Total | | 1,165 | | | | | 417.141 |

*Note:* Disposal amount represents the subscription amount for such CDs plus the interest income calculated based on an annualized rate of return of 2% and the actual number of days held.

**Source of Funds for the Consideration and Basis of Determination**

The funds for the China Resources Bank Subscription 1 were fully funded by Proceeds from the Global Offering, while the funds for the China Resources Bank Subscription 2 included RMB519 million funded by surplus cash reserves generated from the daily operations of the Group and Proceeds from the Second H Share Placing of RMB631 million. For details of the subscription of wealth management products using proceeds, please refer to the section headed "Temporary Deviation from the Use of Proceeds and Subscription of Wealth Management Products Using Proceeds" in this announcement.

The Board confirms that the consideration for each of the China Resources Bank Subscriptions and the China Resources Bank Disposals was determined based on commercial terms agreed between the Group and China Resources Bank on an arm's length basis. Specifically, the China Resources Bank Subscriptions have taken into account (i) the investment strategy of the Group to improve capital utilization and realize capital preservation and appreciation on the basis of ensuring high safety and good liquidity under the premise of controlling investment risks; (ii) the cash surplus and proceeds of the Group available for treasury management at the time of subscription; (iii) the expected annualized rate of return and terms of each wealth management product; (iv) the prevailing market interest rates and practices; and (v) that the China Resources Bank Subscriptions would not cause any material impact on the operation and working capital of the Group; the China Resources Bank Disposals have taken into account (i) the annualized rate of return of 2% determined at the time of subscription of such CDs; and (ii) the prevailing market practices regarding the disposal of large-denomination certificates of deposits.

## Reasons for and Benefits of the Subscriptions and Disposals

The Group carried out the China Resources Bank Subscriptions and the China Resources Bank Disposals for treasury management purposes to maximize the utilization of its surplus cash and proceeds, thereby achieving a balanced yield while maintaining high liquidity and a low level of risk. Having considered, among other things, the low level of risk and the expected rate of return of the large-denomination negotiable CDs, the Company believes that the China Resources Bank Subscriptions and the China Resources Bank Disposals can provide a better return and better liquidity than time deposits with commercial banks, with an annualized rate of return ranging from 1.25% to 2%, increase the overall profitability of the Company and enhance the flexibility in fund utilization. Reference is also made to similar products in the market and their general rates of return, and the Board considers that the terms of the China Resources Bank Subscriptions and the China Resources Bank Disposals are fair and reasonable and in the overall best interests of the Company and its Shareholders.

## Information on the Parties

### The Group

The Group is an enterprise with the highest production capacity of 8-inch silicon-based gallium nitride (GaN-on-Si) wafers globally, capable of providing GaN-on-Si semiconductor products across a full voltage spectrum on an industrial scale. The core business of the Group includes the research and development, manufacture and sales of products such as GaN-on-Si wafers, devices and modules.

### China Resources Bank

China Resources Bank is a licensed bank regulated by the National Financial Regulatory Administration, headquartered in Zhuhai, the PRC. China Resources Bank has numerous branches and sub-branches spreading across different regions in the PRC, operating and providing financial and commercial banking services in such regions.

## Implications under the Listing Rules

Since the CDs subscribed by the Group with China Resources Bank are of a similar nature and were entered into with the same bank within 12 months, pursuant to Rule 14.22 of the Listing Rules, the highest applicable percentage ratio of the China Resources Bank Subscription 1 and the China Resources Bank Subscription 2, calculated on an aggregated basis, is more than 5% but less than 25%; and the highest applicable percentage ratio of the China Resources Bank Disposals, calculated on an aggregated basis, is more than 5% but less than 25%. Therefore, each of the China Resources Bank Subscriptions and the China Resources Bank Disposals constitutes a discloseable transaction of the Company and is subject to the reporting, announcement and annual review requirements, but is exempt from the shareholders' approval requirement under Chapter 14 of the Listing Rules.

To the best of the Directors' knowledge, information and belief having made all reasonable enquiries, China Resources Bank and its ultimate beneficial owners, the purchasers of the CDs and their ultimate beneficial owners are all independent third parties of the Company. Therefore, both the China Resources Bank Subscriptions and the China Resources Bank Disposals do not constitute connected transactions under Chapter 14A of the Listing Rules.

The Company should have complied with the notification and announcement requirements under Chapter 14 of the Listing Rules in respect of the China Resources Bank Subscriptions and the China Resources Bank Disposals. Regrettably, due to inadvertent oversight and the following main reasons: (i) the Interim Measures for the Administration of Large-Denomination Certificates of Deposit (Announcement No. 13 [2015] of the People's Bank of China, effective from 2 June 2015) specifies that CDs are "RMB-denominated book-entry large-denomination deposit certificates, which are bank deposit financial products and general deposits", and the description of the CDs subscribed by the Group which stated that: "according to the Deposit Insurance Regulations, this product is a general deposit and is covered by deposit insurance", leading to the Company mistakenly believing that CDs are similar in nature to time deposits, therefore, the China Resources Bank Subscriptions and the China Resources Bank Disposals were effected in accordance with the Group's bank deposit management policy, specifically, the China Resources Bank Subscriptions were approved by the chief financial officer without review by the Board, with all amounts for the subscription of the CDs under the China Resources Bank Subscriptions falling within the chief financial officer's approval authority under the original internal approval policy; the China Resources Bank Disposals were approved and subsequently effected by the deputy director of the finance department or senior finance manager in accordance with internal fund management standards on the date of disposal of the CDs; (ii) lack of experience and awareness of relevant operational staff in handling transactions under the post-listing regulatory framework, and insufficient understanding of the classification of holding wealth management products; and (iii) failure to provide sufficient internal guidelines and training to relevant operational staff, especially regarding the subscription of wealth management products; therefore, the Company failed to comply with relevant provisions under Listing Rules in a timely manner.

The Company confirms that save for the foregoing matters, there have been no other breaches of Chapter 14 of the Listing Rules since the Listing Date. The Company will continue to adhere to its management procedures for potential future investments and make relevant disclosures in a timely manner to ensure compliance with the Listing Rules.

## TEMPORARY DEVIATION FROM THE USE OF PROCEEDS AND SUBSCRIPTION OF WEALTH MANAGEMENT PRODUCTS USING PROCEEDS

In order to improve capital utilization efficiency, reasonably utilize the Proceeds from the Global Offering, Proceeds from the First H Share Placing, and Proceeds from the Second H Share Placing (collectively, the "**Proceeds**"), achieve capital preservation and appreciation of the Proceeds, and protect the interests of Shareholders, the Group used the Proceeds to purchase CDs and structured deposits (collectively, "**Such Wealth Management Products**") from 11 licensed banks in the PRC (including China CITIC Bank, Bank of China, China Merchants Bank, Industrial Bank, Bank of Suzhou, Bank of Shanghai, Agricultural Bank of China, Bank of Communications, China Resources Bank, Industrial and Commercial Bank of China, and Bank of Beijing) in 2025 and the first quarter of 2026, all of which are principal-guaranteed and interest-bearing wealth management products.

| **Source of the Proceeds** | **Total amount of Proceeds (net amount)** *(HK$ million)* | **Total amount of purchasing wealth management products** *(RMB million)* | **Total amount of wealth management products redeemed upon maturity/ early withdrawn/ disposed of as at the date of this announcement** *(RMB million)* | **Of which: Amount of Proceeds utilized in accordance with the original use after redemption, early withdrawal or disposal** *(RMB million)* | **Of which: Amount of Proceeds placed in short-term interest-bearing accounts after redemption, early withdrawal or disposal** *(RMB million)* |
|---|---|---|---|---|---|
| Proceeds from the Global Offering | 1,351.96 | 212.6 | 212.6 | 187.6 | 25 |
| Proceeds from the First H Share Placing | 543.55 | 420 | 420[Note] | 320[Note] | 0 |
| Proceeds from the Second H Share Placing | 1,550.43 | 1,099 | 753 | 370 | 383 |

*Note:* Of the Proceeds from the First H Share Placing, wealth management products in the amount of RMB100 million were, after redemption upon maturity, subsequently used again to purchase wealth management products (for details, please refer to "Details of purchasing wealth management products using Proceeds from the First H Share Placing" as well as the descriptions in notes 2 and 3 thereto below). Therefore, there is a RMB100 million difference between the figures in the two columns, meaning that Proceeds from the First H Share Placing totaling RMB100 million were used to make rolling purchases of wealth management products.

Set out below are particulars of the Group's purchase of wealth management products using Proceeds.

**Details of purchasing wealth management products using Proceeds from the Global Offering**

| Bank | Date of Subscription | Subscription Amount *(RMB million)* | Product Type[(1)] | Annual Interest Rate | Maturity Date | Status as at the date of this announcement |
|---|---|---|---|---|---|---|
| Industrial Bank | 2025/2/21 | 10 | CD | 2.15% | 2028/2/21 | Disposal completed |
| Industrial Bank | 2025/2/21 | 10 | CD | 2.15% | 2028/2/21 | Disposal completed |
| China Resources Bank[(2)] | 2025/4/8 | 15 | CD | 2.00% | 2027/4/8 | Disposal completed |
| Bank of Beijing | 2025/4/11 | 10 | CD | 2.10% | 2028/4/11 | Disposal completed |
| China Merchants Bank | 2025/4/30 | 20 | CD | 1.35% | 2025/5/30 | Redeemed upon maturity |
| China CITIC Bank | 2025/5/16 | 10 | CD | 1.35% | 2025/6/16 | Redeemed upon maturity |
| Agricultural Bank of China | 2026/3/16 | 137.6 | Structured deposit | 0.6%-1%[(3)] | 2026/4/8 | Redeemed upon maturity |

*Notes:*

(1) CDs can all be withdrawn in advance or disposed of to other investors in accordance with the terms of transfer and banking rules, but cannot be redeemed until maturity. Structured deposits cannot be withdrawn in advance;

(2) i.e. China Resources Bank Subscription 1;

(3) This structured deposit has floating yields, and the final rate of return will be settled in different tiers based on the contract;

(4) The RMB187.6 million from Such Wealth Management Products purchased with proceeds from the Global Offering have, following their disposal/redemption, been used in accordance with the purposes disclosed in the Prospectus to expand our production capacity of the 8-inch GaN wafer, purchase and upgrade equipment and machinery for production and recruit manufacturing personnel.

**Details of purchasing wealth management products using Proceeds from the First H Share Placing**

| Bank | Date of Subscription | Subscription Amount *(RMB million)* | Product Type[(1)] | Annual Interest Rate | Maturity Date | Status as at the date of this announcement |
|---|---|---|---|---|---|---|
| Bank of China[(2)] | 2025/8/6 | 100 | CD | 0.90% | 2025/9/6 | Redeemed upon maturity |
| China Merchants Bank | 2025/8/18 | 100 | Structured deposit | 1.80% | 2025/11/6 | Redeemed upon maturity |
| Bank of China | 2025/8/25 | 34.3 | Structured deposit | 0.59%/2.6445%[(4)] | 2025/10/20 | Redeemed upon maturity |
| Bank of China | 2025/8/26 | 35.7 | Structured deposit | 0.6%/2.6545%[(4)] | 2025/10/22 | Redeemed upon maturity |
| China Merchants Bank[(3)] | 2025/9/1 | 50 | Structured deposit | 1.75% | 2025/9/30 | Redeemed upon maturity |
| Bank of China[(2)] | 2025/9/29 | 70 | CD | 0.90% | 2025/10/29 | Redeemed upon maturity |
| China Merchants Bank[(3)] | 2025/10/9 | 30 | Structured deposit | 1.45% | 2025/10/30 | Redeemed upon maturity |

*Notes:*

(1) CDs can all be withdrawn in advance or disposed of to other investors in accordance with the terms of transfer and banking rules, but cannot be redeemed until maturity. Structured deposits cannot be withdrawn in advance;

(2) Upon maturity on 6 September 2025 of this CD with a subscription amount of RMB100 million, the Group subscribed for another CD amounting to RMB70 million on 29 September 2025;

(3) Upon maturity on 30 September 2025 of this structured deposit with a subscription amount of RMB50 million, the Group subscribed for another structured deposit amounting to RMB30 million on 9 October 2025;

(4) Such structured deposits have floating yields, and the final rate of return will be settled in different tiers based on the contract;

(5) The RMB126.05 million, RMB96.98 million and RMB96.97 million, respectively, from Such Wealth Management Products purchased with proceeds from the First H Share Placing have, following their redemption, been used in accordance with the purposes disclosed in the First H Share Placing Completion Announcement: (1) to support the Group's product upgrade and iteration, and to expand technical R&D for new product applications to enhance product competitiveness; (2) to repay existing interest-bearing bank borrowings; and (3) to replenish liquidity and for general operating purposes.

## Details of purchasing wealth management products using the Proceeds from the Second H Share Placing

| Bank | Date of Subscription | Subscription Amount *(RMB million)* | Product Type[1] | Annual Interest Rate | Maturity Date | Status as at the date of this announcement |
|---|---|---|---|---|---|---|
| China Merchants Bank | 2025/10/29 | 20 | Structured deposit | 1.63% | 2025/11/28 | Redeemed upon maturity |
| China Merchants Bank | 2025/10/29 | 10 | Structured deposit | 1.63% | 2025/11/28 | Redeemed upon maturity |
| China Resources Bank[2] | 2025/11/24 | 631 | CD | 2.00% | 2028/11/24 | RMB420 million has been withdrawn in advance/ disposed of, and the remaining amount is currently under disposal |
| Bank of China | 2025/11/25 | 85 | CD | 1.55% | 2028/11/25 | Disposal in progress |
| Agricultural Bank of China | 2025/11/27 | 10 | CD | 1.55% | 2028/11/27 | Disposal completed |
| Industrial and Commercial Bank of China | 2025/11/28 | 20 | CD | 1.55% | 2028/11/28 | Disposal completed |
| Bank of Suzhou | 2025/11/28 | 30 | CD | 1.65% | 2028/11/28 | Disposal completed |
| Bank of Communications | 2025/11/28 | 180 | CD | 1.60% | 2028/11/28 | Disposal completed |
| Bank of Shanghai | 2025/11/28 | 30 | CD | 1.80% | 2028/11/28 | Disposal completed |
| Bank of Beijing | 2025/12/1 | 13 | CD | 1.75% | 2028/12/1 | Disposal completed |
| Agricultural Bank of China | 2025/12/1 | 20 | CD | 1.55% | 2028/12/1 | Disposal in progress |
| Agricultural Bank of China | 2025/12/2 | 10 | CD | 1.55% | 2028/12/2 | Disposal completed |
| Agricultural Bank of China | 2025/12/4 | 10 | CD | 1.55% | 2028/12/4 | Disposal completed |
| Agricultural Bank of China | 2025/12/8 | 30 | CD | 1.55% | 2028/12/8 | Disposal in progress |

*Notes:*

(1) CDs can all be withdrawn in advance or disposed of to other investors in accordance with the terms of transfer and banking rules, but cannot be redeemed until maturity. Structured deposits cannot be withdrawn in advance;

(2) i.e. the portion of China Resources Bank Subscription 2 subscribed using the Proceeds from the Second H Share Placing;

(3) The RMB195.26 million and RMB174.74 million, respectively, from Such Wealth Management Products purchased with proceeds from the Second H Share Placing have, following their disposal/redemption, been used in accordance with the purposes disclosed in the Second H Share Placing Completion Announcement: (1) to repay interest-bearing liabilities; and (2) to replenish liquidity and general operation purposes, of which, RMB100.36 million was used for salaries, social insurance, housing provident fund, and other human resources expenses, while RMB74.34 million was used to make payments to suppliers and service providers.

As China Merchants Bank is a connected person of the Company, the purchase of wealth management products by the Group from China Merchants Bank constitutes continuing connected transactions. Such continuing connected transactions are carried out pursuant to the Financial Services Framework Agreement entered into between the Group and China Merchants Bank under the chapter headed "Connected Transactions" of the Prospectus. As described in the chapter headed "Connected Transactions" of the Prospectus, the Stock Exchange has granted a waiver under Rule 14A.105 of the Listing Rules in respect of the non-exempt continuing connected transactions between the Group and China Merchants Bank under the Financial Services Framework Agreement from strict compliance with the announcement requirement under Rule 14A.35 and the independent shareholders' approval requirement under Rule 14A.36 of the Listing Rules, provided that the total amount of transactions under the Financial Services Framework Agreement for the three years ending 31 December 2024, 2025 and 2026 shall not exceed the proposed caps as set out in the chapter headed "Connected Transactions" of the Prospectus. Since the maximum daily outstanding principal of the wealth management products held by the Group with China Merchants Bank does not exceed RMB500 million and the investment return does not exceed RMB15 million, such transactions satisfy the conditions of the waiver granted by the Stock Exchange as set out in the chapter headed "Connected Transactions" of the Prospectus. Save for the China Resources Bank Subscriptions which constitute discloseable transactions and for which the Company has made supplemental disclosures in this announcement, all other subscriptions using the Proceeds have not breached the relevant provisions of Chapter 14 and/or Chapter 14A of the Listing Rules.

Due to inadvertent oversight and insufficient understanding of the classification of wealth management products, the Company mistakenly believed that Such Wealth Management Products were similar in nature to time deposits, resulting in a deviation from the original use of the Proceeds. In the annual results announcement of the Company dated 27 March 2026 in respect of the year ended 31 December 2025, the Company disclosed that the unutilized Proceeds were "placed in short-term interest-bearing accounts with licensed commercial banks and/or other authorized financial institutions", which constituted a breach of Rule 2.13(2) of the Listing Rules. The Company has recognized that the subscription of Such Wealth Management Products does not constitute a short-term interest-bearing deposit and cannot be regarded as similar in nature to such deposits, this has resulted in a temporary deviation from the original use of the Proceeds. Accordingly, the Group has taken immediate action and will complete the disposal or withdrawal of Such Wealth Management Products as soon as possible by the end of September 2026, and will deposit it in short-term interest-bearing accounts of licensed commercial banks and/or other authorized financial institutions in accordance with the Listing Rules and as stated in the Company's Prospectus, First H Share Placing Completion Announcement and Second H Share Placing Completion Announcement, and will subsequently use it in accordance with the purposes disclosed in the Prospectus, the First H Share Placing Completion Announcement and the Second H Share Placing Completion Announcement.

The Company confirms that, save for the circumstances set out in this announcement, there have been no other cases of deviation from the original use of the Proceeds since the Listing Date, and that the temporary deviation from the original use of the Proceeds did not have a material adverse effect on the Group's operation.

## REMEDIAL MEASURES

The Company deeply regrets the abovementioned failure to comply with the Listing Rules, but the Company's delay in complying with the Listing Rules was inadvertent and unintentional. To prevent the recurrence of similar situations in the future, the Company has immediately implemented the following remedial measures:

(1) With the assistance of its legal advisor and then compliance advisor, the Company has further understood the definition of wealth management products, has conducted a comprehensive review and self-examination of the purchases of wealth management products in 2025 and 2026, and issued supplemental announcements on the transactions of purchasing financial products and the temporary deviation from the use of the Proceeds that should have been disclosed but were previously undisclosed in accordance with the requirements of the Listing Rules;

(2) The Company has immediately assessed the feasibility of disposing of or withdrawing Such Wealth Management Products to mitigate the impact of non-compliance. Upon completing the disposal or withdrawal of Such Wealth Management Products as soon as possible by the end of September 2026, the Company will deposit the unutilized Proceeds in short-term interest-bearing accounts with licensed commercial banks and/or other authorized financial institutions. As of the date of this announcement, the Proceeds of RMB408 million have been disposed of/withdrawn and deposited in short-term interest-bearing accounts with licensed commercial banks and/or other authorized financial institutions;

(3) The Company has circulated detailed guidelines regarding notifiable transactions under the Listing Rules and will organize regularly legal counsel and internal control consultants to commence training from now on, with the training topics including but not limited to "Information Disclosure by Listed Companies", "Connected Transactions and Notifiable Transactions" and "Standards for Proceeds Management by Listed Companies", to remind the relevant employees, senior management and Directors, thereby enhancing and consolidating their existing relevant knowledge of notifiable transactions and proper use of the Proceeds and their ability to identify potential issues at an early stage, so as to avoid delayed disclosure from occurring again when related responsibilities arise from subscribing for wealth management products in the future. On 22 May 2026, the Company arranged for legal counsel to conduct a training session on the topic of "Notifiable Transactions under the Hong Kong Listing Rules". The training participants included staff from the Company's finance department, internal audit department, and the Board office, as well as senior management and Directors. Thereafter, the Company will also arrange for its legal advisor to provide refresher training to the above persons on a semi-annual basis, so as to consolidate their transaction-related knowledge and to provide updates on Listing Rules requirements and the latest non-compliance cases in the market. The Company will also promptly provide the aforementioned training materials to new employees, senior management and Directors, and offer them relevant onboarding training;

(4) The Company is in the process of improving and updating its financial control system and enhancing the communication, coordination and reporting arrangements among relevant departments of the Group, including the finance department and the Board office (currently a total of four employees, who are respectively responsible for information disclosure, corporate governance, investor relations management, and other related work. Among them, the joint company secretary is primarily responsible for information disclosure matters). Specifically, with immediate effect, before carrying out any investment-related activities in the future (including but not limited to subscription of wealth management products, equity-related products and funds, and financial products and funds), the finance department shall conduct due diligence on counterparties, including but not limited to counterparties' qualifications, reputation and expected yield of the proposed investment products. It shall also promptly notify the Board office and list detailed product information, expected return and counterparties to enable the Board office to conduct preliminary size tests with the assistance of legal advisor. Where the provisions of the Listing Rules relating to discloseable transactions (subject to review and approval by the Board) or major transactions (subject to review and approval by the general meeting) are triggered, the finance department shall further report the details of the proposed transaction to the chief financial officer for approval before cooperating with the Board office to prepare relevant disclosure and resolution documents, to ensure that the disclosure and review procedures comply with the Listing Rules, and to carry out the investment activities only after completing the corresponding review procedures of the Board/general meeting. The vice president of the finance department and the senior finance manager shall be responsible for carrying out detailed due diligence and internal reporting. The Board office and the joint company secretary shall undertake size tests, prepare relevant disclosure and resolution documents, and disclose information in a timely manner on the websites of the Stock Exchange and the Company. The chief financial officer shall review and approve transaction implementation, and monitor the subsequent implementation progress of the approved transactions;

(5) The Board and the Audit Committee will further strengthen the oversight of notifiable transactions. The Audit Committee will take the lead, with the finance department and the joint company secretary jointly conducting reviews, and review the application of documents such as the Guidelines on Size Test Standards on a semi-annual basis to ensure the real-time updating of core parameters including market capitalization, assets, revenue and profit ratio, and prevent omissions or misjudgments resulting from outdated assessment criteria or unclear internal responsibilities. Through regular review of the Audit Committee's working papers and conducting compliance training for Directors in due course, the Board ensures that oversight responsibilities are effectively delegated, thereby achieving penetrating management and full process control over the Proceeds and notifiable transactions;

(6) For monitoring and management of the Proceeds, (a) the finance department of the Company will regularly deliver the proceeds management ledger to the internal audit department, and further monitoring of transaction amounts and review of size tests will be conducted by the internal audit department, so that proper use of the Proceeds can be ensured. Cooperation and communications between the two departments will be strengthened. The above matters will be principally handled by the Company's vice president of finance and director of the internal audit department. Both responsible persons have extensive industry and professional experience and will attend the trainings referred to as above, so that their understanding of the Listing Rules can be further deepened; (b) all utilization of the Company's Proceeds shall be reviewed and confirmed by the chief financial officer, and additionally, any outward payment exceeding RMB60,000 shall be reviewed and approved by the chief executive officer to ensure all fund utilization strictly adheres to the designated use of the Proceeds; and (c) the Company's subsequent utilization of the unutilized Proceeds for cash management shall strictly comply with the Listing Rules and the provisions set out in the Prospectus, the First H Share Placing Completion Announcement and the Second H Share Placing Completion Announcement, and shall not alter the designated use of the Proceeds in a disguised manner or affect the normal progress of investment projects funded by the Proceeds. Any proposed change to the designated use of the Proceeds shall be approved by the general meeting and the Company shall fulfill the approval procedures and disclosure obligations as provided under the Articles of Association and the Listing Rules;

(7) The Company will strengthen close cooperation with its legal advisor to seek advice before entering into any potential notifiable transactions or using the Proceeds. If necessary, the Company may also consult the Stock Exchange regarding the appropriate handling of proposed transactions.

It is considered that the above improvements will provide more effective control over compliance relating to financial product transactions and the use of Proceeds, and will enable the Company to avoid recurrence of non-compliance with the Listing Rules.

## DEFINITIONS

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|---|---|
| "Articles of Association" | the articles of association of the Company, as amended, supplemented or otherwise modified from time to time |
| "Agricultural Bank of China" | Agricultural Bank of China Limited, a licensed bank incorporated in the PRC, whose shares are listed on the Stock Exchange (stock code: 01288.HK) and the Shanghai Stock Exchange (stock code: 601288.SH) |
| "Bank of Beijing" | Bank of Beijing Co., Ltd., a licensed bank incorporated in the PRC, whose shares are listed on the Shanghai Stock Exchange (stock code: 601169.SH) |
| "Bank of China" | Bank of China Limited, a licensed bank incorporated in the PRC, whose shares are listed on the Stock Exchange (stock code: 03988.HK) and the Shanghai Stock Exchange (stock code: 601988.SH) |
| "Bank of Communications" | Bank of Communications Co., Ltd., a licensed bank incorporated in the PRC, whose shares are listed on the Stock Exchange (stock code: 03328.HK) and the Shanghai Stock Exchange (stock code: 601328.SH) |

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|---|---|
| "Bank of Shanghai" | Bank of Shanghai Co., Ltd., a licensed bank incorporated in the PRC, whose shares are listed on the Shanghai Stock Exchange (stock code: 601229.SH) |
| "Bank of Suzhou" | Bank of Suzhou Co., Ltd., a licensed bank incorporated in the PRC, whose shares are listed on the Shenzhen Stock Exchange (stock code: 002966.SZ) |
| "Board" | the board of Directors of the Company |
| "China CITIC Bank" | China CITIC Bank Corporation Limited, a licensed bank incorporated in the PRC, whose shares are listed on the Stock Exchange (stock code: 00998.HK) and the Shanghai Stock Exchange (stock code: 601998.SH) |
| "China Merchants Bank" | China Merchants Bank Co., Ltd., a licensed bank incorporated in the PRC, whose shares are listed on the Stock Exchange (stock code: 03968.HK) and the Shanghai Stock Exchange (stock code: 600036.SH), and a connected person of the Company |
| "China Resources Bank" | Zhuhai China Resources Bank Co., Ltd. (now known as China Resources Bank of Guangdong Co., Ltd.), a city commercial bank headquartered in Zhuhai |
| "Company" | InnoScience (Suzhou) Technology Holding Co., Ltd., a limited liability company established under the laws of the PRC on 21 July 2017 and converted into a joint stock company in the PRC on 27 September 2023, whose H Shares are listed on the Main Board of the Stock Exchange (stock code: 2577) |
| "First H Share Placing Completion Announcement" | the announcement of the Company dated 28 July 2025 in relation to the completion of the placing of new H shares under the general mandate and amendments to the articles of association |
| "Proceeds from the First H Share Placing" | on 28 July 2025, a total of 13,584,000 new H Shares were successfully placed to not less than six placees at the placing price of HK$40.50 per H Share. The net proceeds from the initial placing of H Shares, after deducting commissions and estimated expenses, amounted to approximately HK$543.55 million |
| "Group" | the Company and its subsidiaries |
| "H Share(s)" | overseas listed foreign ordinary share(s) in the ordinary share capital of the Company with a nominal value of RMB1.00 each, which are listed on the Stock Exchange and traded in HK$ |
| "HK$" | Hong Kong dollars, the lawful currency of Hong Kong |

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| "Industrial and Commercial Bank of China" | Industrial and Commercial Bank of China Limited, a licensed bank incorporated in the PRC, whose shares are listed on the Stock Exchange (stock code: 01398.HK) and the Shanghai Stock Exchange (stock code: 601398.SH) |
| "Industrial Bank" | Industrial Bank Co., Ltd., a licensed bank incorporated in the PRC, whose shares are listed on the Shanghai Stock Exchange (stock code: 601166.SH) |
| "Listing Date" | the date on which the H Shares of the Company are listed on the Main Board of the Stock Exchange, namely, 30 December 2024 |
| "Listing Rules" | the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited |
| "PRC" | the People's Republic of China, which for the purpose of this announcement and for geographical reference only, excludes Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan region |
| "Proceeds from the Global Offering" | on 30 December 2024, the H shares of the Company were listed on the Main Board of The Stock Exchange of Hong Kong Limited, and the net proceeds from the Global Offering after deducting underwriting fees, commissions and other offering expenses were approximately HK$1,351.96 million |
| "Prospectus" | the prospectus of the Company dated 18 December 2024 |
| "RMB" | Renminbi, the lawful currency of the PRC |
| "Second H Share Placing Completion Announcement" | the announcement of the Company dated 17 October 2025 in relation to the completion of the placing of new H shares under the general mandate and amendments to the articles of association |
| "Proceeds from the Second H Share Placing" | on 17 October 2025, a total of 20,700,000 new H Shares were successfully placed to not less than six placees at the placing price of HK$75.58 per H Share. The net proceeds from the second placing of H Shares, after deducting commissions and estimated expenses, amounted to approximately HK$1,550.425 million |
| "Share(s)" | ordinary share(s) with a nominal value of RMB1.00 each in the share capital of the Company |
| "Shareholder(s)" | holder(s) of the Shares |

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| "Stock Exchange" | The Stock Exchange of Hong Kong Limited |
| "Subsidiary(ies)" | has the meaning ascribed to it under the Listing Rules |
| "%" | per cent |

By order of the Board
**InnoScience (Suzhou) Technology Holding Co., Ltd.**
**英諾賽科（蘇州）科技股份有限公司**
**Dr. Weiwei Luo**
*Chairperson of the Board and Executive Director*

PRC, August 28, 2026

*As at the date of this announcement, the Board of the Company comprises Dr. Weiwei Luo, Mr. Jay Hyung Son, Dr. Wu Jingang and Mr. Zhong Shan as executive directors; Dr. Wang Can, Ms. Zhang Yanhong and Ms. Cui Mizi as non-executive directors; and Mr. Wong Hin Wing, MH, JP, Dr. Yi Jiming, Dr. Yang, Simon Shi-Ning and Dr. Chan, Philip Ching Ho as independent non-executive directors.*